

IN THE MATTER OF

A Complaint made under sections 34(1)(a) and 34(1AAA) of the Professional Accountants Ordinance (Cap. 50)

BETWEEN

Worldwide Executive Limited

COMPLAINANT

AND

Mr. Chow Chi Hing (A10842)

RESPONDENT

Before a Disciplinary Committee of the Hong Kong Institute of Certified Public Accountants (the "**Institute**").

Members: Ms. CHARLTON, Julia Frances (Chairman)  
Ms. CHAN, Chui Bik, Cindy  
Mr. CHEUNG, Yiu Leung, Andy  
Mr. DOO, William Junior Guilherme  
Mr. ESPINA, Anthony Joseph

---

**ORDER**

---

UPON READING the complaint against Chow Chi Hing (the "**Respondent**"), being a certified public accountant (practising), as set out in a letter from the solicitors acting on behalf of Worldwide Executive Limited (the "**Complainant**") dated 20 January 2015 and other relevant documents.

AND UPON the admission made by the Respondent on 30 September 2015 that he had failed or neglected to observe, maintain or otherwise apply a professional standard, namely the fundamental principle of professional competence and due care under paragraph 100.5(c), as elaborated in section 130 of the Code of Ethics for Professional Accountants, in breach of section 34(1)(a)(vi) of Professional Accountants Ordinance (Cap. 50) ("**PAO**"), in the audit of the financial statements of China NTG Gas Group Limited ("**Company**") for the year ended 31 December 2011 in that:

- (a) an amount due to a director of HK\$36,500,000 should have been classified as a related party transaction under paragraph 18 of the Hong Kong Accounting Standard 24 *Related Party Disclosures* ("**HKAS 24**"); and

- (b) amounts of HK\$400,000 of consultancy fee and HK\$474,000 of salary paid to directors of the Company should have been disclosed as payments to directors in accordance with paragraphs 9 and 17 of HKAS 24 and section 161 of the then effective Companies Ordinance, Cap. 32.

AND UPON the Complainant's and the Respondent's agreement to the proposed consent order made by the Disciplinary Committee on 19 July 2016 and their provision of an agreed costs of the Complainant for pursuing this complaint.

BY CONSENT IT IS ORDERED that:-

- (1) Under section 35B(1)(a) of the PAO, the Respondent be reprimanded;
- (2) Under section 35B(1)(b) of the PAO, the Respondent to pay a penalty of HK\$15,000 to the Institute; and
- (3) Under section 35B(1)(c) of the PAO, the Respondent to pay the total costs of HK\$60,021 made up as follows:
  - (i) HK\$20,000 in relation to the costs of the Complainant; and
  - (ii) HK\$40,021 in relation to the costs of the Clerk to the Disciplinary Committee.

Dated the 20th day of September 2016